

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining JOHN R. BAZA Division Director

Minerals Inspection Report

May 5, 2015

Report Date:

Reviewed

Mine Name: Pearl Queen Mine - Pearl Queen area (SITLA)	Permit Number:	M/001/0027	Mine Status:	Reclaimed	
Operator Name: Basin Perlite Company	Inspection Date:	7/1/2014	Permit Fees: Paid		
Inspector(s): Peter Brinton	Inspection Time:	evening	Bond Amount:	\$57,700	
Attendee(s): none	Weather:	warm, sunny	Bond Escalation: N/A		
Inspection Purpose: Operator requested bond release	r requested bond release Prior Inspection: 9/30/2010				
Conclusions and Recommendations This inspection report details observations, conclusions, and recommend (M/001/0027). SITLA concurrence is needed prior to a Queen Mine permit (M/001/0027) has been prepared. Revegetation was excellent overall, and earthwork reclamation revegetation and earthwork is recommended. During the 2014 apparently enhanced rilling down the face of the angle-of-reposes	partial bond release on the regraded acc road regrading, eart e dump. Reclamati	ess road also look hwork on the top on surety should	ort for the Schoo pit (BLM cs very good. A partial resort the north overburden de retained to cover the co	e) of Pearl lease for ump has	
revegetation on the recently regraded access road (<2 acres), as Elements of Inspection	Evaluated & Commented	Enforcement			
1. Permits, Revisions, Transfer, Bonds					
It is recommended that bond be retained to cover remaining graded road (<2 acres) and reclamation of the north dump (BLM).			still be required for the So		
2. Public Safety (shafts, adits, trash, signs, highwalls)					
No conditions that would significantly pose a threat to pulmine area. No highwalls remain. No underground openiremoved, and no structures are present.					
3. Protection of Drainages/Erosion Control			\boxtimes		
Revegetated slopes are effectively controlling erosion in trepose) dump slopes, where overburden, perlite waste, an Aerial photos show some rilling down the face of the dum concentrated runoff, and the crest of the dump was rounded toe of the dump in the natural drainage for erosion control are not anticipated to occur frequently, but rilling will connatural erosion is not insignificant in the area, especially release of the remaining bond and permit closure. Fine perlite has been transported approximately 1000 feet aerial photographs), and is not associated with the current west side of the north dump, where more fines appear to have the control of the current west side of the north dump, where more fines appear to have the current west side of the north dump, where more fines appear to have the current west side of the north dump, where more fines appear to have the current west side of the north dump, where more fines appear to have the current west side of the north dump.	d fines were placed np in 2013. Earlier ed slightly. The sec l is gone. Large stontinue to develop an after recent fires. Et downstream (per 2 t erosion. The mate have been placed.	in the north drain in 2014, a chann diment retention rm events that ged erosion will be crosion should be 013 aerial photogrial transported of currently, erosion	nage, despite significant re el was placed across part of capacity of large boulders nerate runoff from the ups ongoing without additions evaluated periodically and graphs), mostly prior to 20 ff-site appears to originate on this part of the dump i	evegetation. of the dump that placed at the stream mine site al measures. d prior to 06 (based on a from the the	

The main access road has been regraded. An old road that accesses the toe of the north dump appears to pre-date mining.



No deleterious materials are known to be deposited at the site.

5. Roads (maintenance, surfacing, dust control, safety)

4. Deleterious Material

Reclamation

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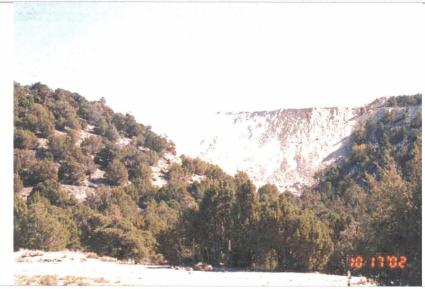
1	See "Backfilling/Grading" and "Revegetation" sections.			
7.	Backfilling/Grading (trenches, pits, roads, highwalls, shafts)		\boxtimes	
	As discussed in a past inspection reports, the pits were partly backfilled and the highwalls reand revegetation. In 2014, the Pearl Queen access road was effectively recontoured to apprefrom main road up to the two pits. The surface was rough and steep, and only natural levels re-established. The north dump slope remains at an angle-of-repose. The approved reclamation plan requir followed by placement of soil, amended overburden, and grubbed vegetation, and reclamation previous partial release to cover the regrading work. During 2014 reclamation work, a chan concentrated runoff, and the crest of the dump was rounded slightly, also facilitating runoff	oximately resorters the regration surety handle was cut	natch the slope's o is expected once r ading of this slope as been retained si t across part of the	riginal grade revegetation is to 2H:1V, nce the
8.	Soils		\boxtimes	
	A December 2007 reclamation report in the Division's files indicates that perlite rubble was tons per acre, and that amended and/or natural soil material was spread at a depth of about 1 vegetation on the graded slopes of the quarry is indication that adequate soil or soil substitut been placed over perlite fines and waste on the angle-of-repose north dump.	2 inches.	The establishment	of good
9.	Revegetation		\boxtimes	
	Russian thistle. The December 2007 reclamation report states that the pit was not burned, a revegetation was not successful. In December 2007, graded areas were re-ripped and seeder an apparent rate of about 17 lbs/acre. Snowfall was reported both before and after the seeding a significant fire in the area is thought to have also enhanced revegetation success on the minal mix of weeds and numerous beneficial plants were present on the regraded slopes. In 201 dominant. Beneficial species present in mine reclamation areas include crested wheatgrass, other wheat penstamon, sagebrush, rabbitbrush, small burnet, and other species. Native volunteer species Cheatgrass is present in many areas, but the beneficial grasses and plants are well-established Russian thistle are also present in lesser quantities. The angle-of-repose dump slopes also have significant vegetation, including rabbitbrush and	d simultane ng. Aerial ne site. By 4, seeded an atgrasses, In es included ad and domi	sously using the sa seeding of the gen 2009, photograph and other beneficial dian ricegrass, Pal rabbitbrush and b inant. Tumble mu	me seed mix at leral area after is indicate that I species were Imer plazing star. stard and
	requirements. Ongoing erosion will remove revegetation or prevent its establishment in son should be re-evaluated. No knapweed was observed on the SITLA reclamation areas, despite its proximity to a small pit area on BLM lands that has now been buried. No other noxious weeds were observed.	ne areas. R	evegetation on the	e north dumps
10.	Other		\boxtimes	
	Most of the site regrading and revegetation very successfully meet the postmining land use	of livestock	grazing and wildl	ife habitat.
	ector's Signature:			
CC:	Andrea M. Antillon, Resource Capital Funds (AAntillon@rcflp.com) Basin Perlite Company, 1400 16th St. Ste 200, Denyer, Colorado 80202			

John Blake, SITLA (ML-3092); jblake@utah.gov Ed Ginouves, BLM-Cedar City; eginouve@blm.gov

 $File: \ /nrwogmfs1/OGM/GROUPS/MINERALS/WP/M001-Beaver/M0010027-PearlQueen/inspections/INSP-07012014-3.pdf$



Inspected: 7/1/2014



North dump in 2002. It appears that most of the dump is overburden. Note the white material on the left (west).



North dump in 2014. Note the vegetation and scattered but relatively minor erosion and rilling.



North dump in 2002. The fines had eroded off the dump and down the drainage.



North dump in 2014. Revegetation is established in the west (perlite fines) area of the dump. The cut on the left appears to pre-date this permit, as juniper are growing.



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Channel cut across part of the north dump, which has concentrated flow over the rounded dump crest.



View down the regraded access road.



The largest of a few flowpaths down the face of the north dump. This one is below the recently-cut channel. Note the depth of material eroded from around the grass in the middle.



View up the regraded access road, of the rounded north dump crest, and into the pit and north dump area.



Inspected: 7/1/2014



View of the regraded and revegetated Pearl Queen pit area, looking west. Note the recently regraded access road on the right. Revegetation requirements have been met for historical grading.



View of the regraded and revegetated Pearl Queen pit area, looking west.

